	 			LONGAL COMMAND	Manufacture of the state of the			
			ATE OF UTAH			FOR	M 3	
			OF NATURAL RE F OIL, GAS AND			AMENDED REPOR	r [_]	
APPLI	CATION FOR	PERMIT TO DRILL			1. WELL NAME and NUMBER NBU 375-13E			
2. TYPE OF WORK	منية بالمناسب التناسية الماسية	ئەدەن قەمالىرىنى سەنسەن دەرەكىيىنى ئىزىن كىرىنىدىن. ئەسىر			3. FIELD OR WILD	CAT	<u></u>	
DRILL NEW WELL 📵	REENTER P&	A WELL () DEEPE	EN WELL(_)			NATURAL BUTTES	EMENIT MALLE	
4. TYPE OF WELL Gas Well Coalbed Methane Well: NO					5. UNIT or COMMU	NATURAL BUTTES	EMENT NAME	
6. NAME OF OPERATOR	EOG Resou	rces, Inc.			7. OPERATOR PHO	NE 435 781-9111		
8. ADDRESS OF OPERATOR	Fast Highway 40	, Vernal, UT, 84078			9. OPERATOR E-MA	AIL gardner@eogresource	es.com	
10. MINERAL LEASE NUMBER		11. MINERAL OWNE	RSHIP		12. SURFACE OWN	The second secon		
(FEDERAL, INDIAN, OR STATE) UTU-4485		FEDERAL (IND	DIAN () STATE	O FEE	FEDERAL IN	DIAN () STATE	FEE()	
13. NAME OF SURFACE OWNER (if box 12	= 'fee') S				14. SURFACE OWN	ER PHONE (if box 1	.2 = 'fee')	
15. ADDRESS OF SURFACE OWNER (if box	12 = 'fee')	 			16. SURFACE OWN	ER E-MAIL (if box :	l2 = 'fee')	
17. INDIAN ALLOTTEE OR TRIBE NAME		18. INTEND TO COM		TION FROM	19. SLANT	<u></u>		
(if box 12 = 'INDIAN')		YES () (Submit C	LONS Commingling Applica	ation) NO 📵	VERTICAL (DI	RECTIONAL () H	ORIZONTAL (-)	
20. LOCATION OF WELL	FO	OTAGES				RANGE	MERIDIAN	
LOCATION AT SURFACE		L 660 FWL	swsw	13	TOWNSHIP 10.0 S	20.0 E	5	
					_		<u> </u>	
Top of Uppermost Producing Zone		L 660 FWL	SWSW	13	10.0 S	20.0 E	S	
At Total Depth	660 FS	L 660 FWL	SWSW	13	10.0 S	20.0 E	S	
21. COUNTY UINTAH		22. DISTANCE TO N	EAREST LEASE LI 660	NE (Feet)	23. NUMBER OF AC	RES IN DRILLING 680	UNIT	
	·	25. DISTANCE TO N (Applied For Drilling		SAME POOL	26. PROPOSED DEI	PTH 0: 6382 TVD: 6382		
27. ELEVATION - GROUND LEVEL		28. BOND NUMBER			29. SOURCE OF DR	ILLING WATER /	F ADDITCARI E	
5156			6196017		WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 49-225			
	TOTT POLICE	A.	TTACHMENTS					
VERIFY THE FOLLOWING ARE ATTACHED IN ACCORCANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES								
✓ WELL PLAT OR MAP PREPARED BY	LICENSED SUR	VEYOR OR ENGINEE	R CO	MPLETE DRILLING	G PLAN		7. Hall	
AFFIDAVIT OF STATUS OF SURFACE	OWNER AGRE	EMENT (IF FEE SURF	FACE) FOR	RM 5. IF OPERATO	OR IS OTHER THAN T	HE LEASE OWNER		
DRILLED) DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY TOPOGRAPHICAL MAP								
NAME Kaylene Gardner	TITLE Sr. Regu	ulatory Assistant		PHONE 435 781-	9111			
SIGNATURE	DATE 02/07/2	008		EMAIL kaylene_c	gardner@eogresources	.com		
API NUMBER ASSIGNED 43047500290000 APPROVAL								

417893x 44220664 39.942400 -109.620087

Federal Approval of this Action is Necessary

Approved by the Utah Division of Oil, Gas and Mining

Date: 04

Ву

EOG RESOURCES, INC. T10S, R20E, S.L.B.&M. Well location, NBU #375-13E, located as shown in the SW 1/4 SW 1/4 of Section 13, $\boldsymbol{\mathit{E}}$ \boldsymbol{E} S89'22'W - 2645.28' (G.L.O.) S89°26'21"W - 2644.34' (Meas.) T10S, R20E, S.L.B.&M. Uintah County. Utah. 1928 Brass Cap. Brass Cap 1.0' High, Pile of Stones BASIS OF ELEVATION (C.L.O.) TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 5.30 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET. 277 500.28,16 N00'42'W 1977 Bross Cap, 0.5' High, Pile of Brass Cap Stones 2664.80' (Meas. 500 S C ANTENNING NBU #375-13E THIS IS TO CERTIFY THAT THE SAME OF THE STATE OF THE STAT FIELD NOTES OF ACTUAL STEENS MADE BY ME OR USDER MY SUPERVISION AND THAT THE SAME OF REPTAID GORREST TO BEST OF MY KNOWLEDGE AND BEST. Elev. Ungraded Ground = 5156' 660' VO0'27' 1928 Brass Cap, Brass 0.8' High, Pile of Brass Cap Stones N89'27'27"W - 2645.93' (Meas.) N89°26'46"W - 2644.36' (Meas. UINTAH ENGINEERING & LAND SURVEYING BASIS OF BEARINGS 85 SOUTH 200 EAST - VERNAL, UTAH 84078 BASIS OF BEARINGS IS A G.P.S. OBSERVATION. (435) 789-1017 LEGEND: (NAD 83) SCALE DATE SURVEYED: DATE DRAWN: LATITUDE = 39.56'32.55'' (39.942375)1" = 1000'01-16-08 01-22-08 LONGITUDE = $109^{\circ}37'14.86''$ (109.620794) = 90° SYMBOL PARTY REFERENCES (NAD 27) D.S. E.D. M.D. G.L.O. PLAT = PROPOSED WELL HEAD. LATITUDE = 39'56'32.68'' (39.942411) WEATHER FILE LONGITUDE = 109'37'12.38" (109.620106) = SECTION CORNERS LOCATED. COLD EOG RESOURCES, INC.

WELL APPROVAL

April 1, 2009

The following wells have been approved by SITLA including archeological and paleontological clearance.

NBU 673-25E 4304750034 NBU 674-25E 4304750035

The following wells have been approved by SITLA including archeological and paleontological clearance with the following condition.

NBU 676-25E	4004750031
NBU 515-25E	4304750033
NBU 675-25E	4304750036
NBU 375-13E	4304750029

"The Intermountain Paleo-Consulting report #IPC 08-26 recommends that " a permitted paleontologist be present to monitor the construction process of the proposed access roads, pipelines and well pads for... NBU #375-13E, #515-25E, #675-25E, and #676-25E due to the number of fossils found inside and near the staked construction areas..."

As a condition of SITLA approval, this requirement for a permitted paleontologist to be present to monitor the construction process of the proposed access roads, pipelines and well pads, will be required.

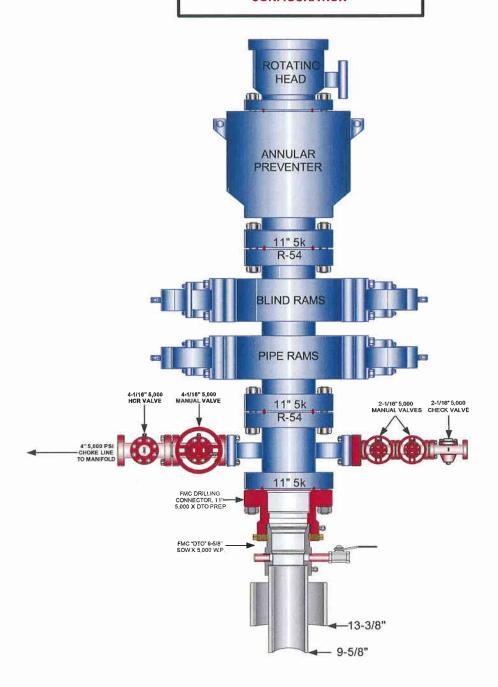
Proposed Hole, Casing, and Cement								
String	Hole Size Casing Size Top (MD) Bottom (MD		Bottom (MD)					
Cond	17.5	13.375	0	60				
Pipe	Grade	Length	Weight					
	H-40S	60	48.0					
	Cement Interval	Top (MD)	Bottom (MD)					
		0	60					
		Cement Description	Class	Sacks	Yield	Weight		
	Est March III. politeirinin marini il ilian teeta die 11 a. 13. Metrikanni kloriki ilmin misko :		G	0	0.0	0.0		
A CONTRACTOR OF THE PARTY OF TH								

Proposed Hole, Casing, and Cement								
String	Hole Size	Hole Size Casing Size Top (MD)		Bottom (MD)				
Surf	12.25	9.625	0	2300				
Pipe	Grade	Length	Weight					
	J-55S	2300	36.0					
	Cement Interval	Top (MD)	Bottom (MD)					
		0	2300					
		Cement Description	Class	Sacks	Yield	Weight		
	ateria en esta de la companya de la		G	185	3.82	11.0		
	n na stadi na ing kata da na ing kata na ing kata na ing kata na							

Proposed Hole, Casing, and Cement									
String	Hole Size	Size Casing Size		Bottom (MD)					
Prod	7.875	4.5	2300 6382						
Pipe	Grade	Length	Weight						
	N-80L	6382	11.6						
	Cement Interval	Top (MD)	Bottom (MD)			***************************************			
		2300	6382						
		Cement Description	Class	Sacks	Yield	Weight			
			HG	122	3.91	11.0			
			50	410	1.28	14.1			

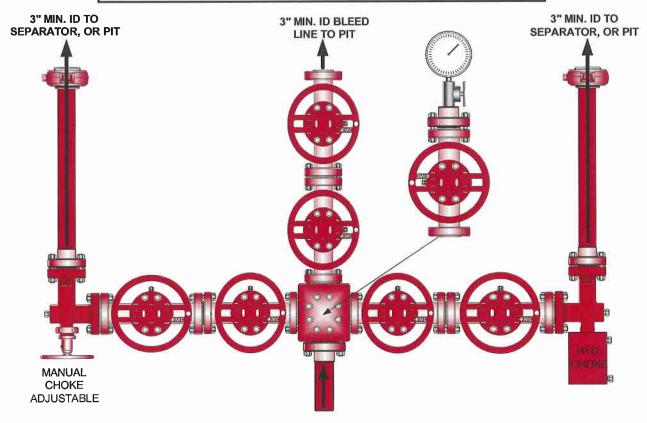
EOG RESOURCES 11" 5,000 PSI W.P. BOP CONFIGURATION

PAGE 1 OF 2



EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES

PAGE 2 0F 2



4" 5,000 PSI CHOKE LINE FROM HCR VALVE

Testing Procedure:

- 1. BOP will be tested with a professional tester to conform to Onshore Order #2.
- 2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
- 3. Annular Preventer will be tested to 50% working pressure, 2,500 psi. Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,242		Shale	
Wasatch	4,513	Primary	Sandstone	Gas
Chapita Wells	5,116	Primary	Sandstone	Gas
Buck Canyon	5,831	Primary	Sandstone	Gas
	-			
TD	6,382			

Estimated TD: 6,382' or 200'± below TD

Anticipated BHP: 3,485 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft \pm of the Green River Formation, with top at about 2,000 ft \pm .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.
- 3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig

BOP schematic diagrams attached.

4. CASING PROGRAM:

CASING	Hole Size	<u>Length</u>	Size	WEIGHT	<u>Grade</u>	Thread	Rating Collapse	<u>Factor</u> <u>Burst</u>	<u>Tensile</u>
Conductor	17 ½"	0 – 60'	13 3/8"	48.0#	H-40	STC	770 PSI	1730 PSI	322,000#
Surface	12 1/4"	0' - 2,300' KB±	9-5/8"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface - TD	4-1/2"	11.6#	N-80	LTC	6350 PSI	7780 Psi	233,000#

Note: 12-1/4" surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-1/8" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

<u>Production Hole Procedure (2300' \pm - TD):</u> Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'±-TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

1. VARIANCE REQUESTS:

Reference: Onshore Oil and Gas Order No. 1

Onshore Oil and Gas Order No. 2 - Section E: Special Drilling Operations

- o EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line to be 100' in length. (Where possible, a straight run blooie line will be used).
- o EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be approximately 75' in length.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring dedusting equipment. Dust during air drilling operations is controlled by water mist.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring an automatic igniter or continuous pilot light on the blooie line. (Not required on aerated water system).
- o EOG Resources, Inc. requests a variance that compressors are located in the opposite direction from the blooie line a minimum of 100 feet from the well bore. (Air Compressors are rig mounted).

8. EVALUATION PROGRAM:

Logs:

Mud log from base of surface casing to TD.

Cased-hole Logs:

Cased-hole logs will be run in lieu of open-hole logs consisting of the following:

Cement Bond / Casing Collar Locator and Pulsed Neutron

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead: 185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCl₂, 3 lb/sx GR3

½ #/sx Flocele mixed at 11 ppg, 3.82 ft³/sk. yield, 23 gps water.

Tail: 207 sks Class "G" cement with 2% CaCI₂, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2

gps water.

Top Out: As necessary with Class "G" cement with 2% CaCI₂, ½#/sk Flocele mixed at 15.6 ppg, 1.18

ft³/sk., 5.2 gps water.

Note: Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead: 122 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt), 0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29

(cello flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 410 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13

(Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at

14.1 ppg, 1.28 ft³/sk., 5.9gps water.

Note: The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe. Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M... UINTAH COUNTY, UTAH

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

13. Air Drilling Operations:

- 1. Main Air Compressors are 1250 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- 2. Secondary Air Compressors are 1170 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- 3. Minimum setting depth of conductor casing will be 60' GL or 10'± into competent formation, whichever is deeper, as determined by the EOG person in charge. Exceptions must be approved by an EOG drilling superintendent or manager.
- 4. The diameter of the diverter flow line will be a minimum of 10" to help reduce back pressure on the well bore during uncontrolled flow.
- 5. Rat and Mouse hole drilling will occur only after surface casing has been set and cemented.
- 6. EOG Resources, Inc. will use a properly maintained and lubricated stripper head.

(Attachment: BOP Schematic Diagram)



Natural Buttes Unit 375-13E SWSW, Section 13, T10S, R20E Uintah County, Utah

SURFACE USE PLAN

1. EXISTING ROADS:

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 43.1 miles south of Vernal, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

2. PLANNED ACCESS ROAD:

- A. The access road will be approximately 792' in length. See attached Topo B.
- B. The access road has a 40-foot ROW w/18 foot running surface.
- C. Maximum grade of the new access road will be 8 percent.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.
- A 40-foot permanent right-of-way is requested. No surfacing material will used.
- J. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

New or reconstructed roads will be centerlined – flagged at time of location staking.

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 40 foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around then avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

Traveling off the 40 foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

A. On Well Pad

- Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.
- Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. Off Well Pad

- 1. Proposed pipeline will transport natural gas.
- 2. The pipeline will be a permanent feeder line.
- 3. The length of the proposed pipeline is 2326' x 40'. The proposed pipeline leave northerly then easterly direction for an approximate distance of 2326' tieing into an existing pipeline in the SWSW of Section 13, T10S, R20E. Pipe will be 4"

NOM, 0.156 wall, Grade X42, Zap-Lock, electric weld with a 35 mil X-Tru coating.

- 4. Proposed pipeline will be a 4" OD steel, zap-lok line laid on the surface
- 5. Proposed pipeline will be laid on surface.
- 6. Pipeline will be coupled using the Zap lock method. No additional off-pad facilities will be required.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. All facilities will be painted with Carlsbad Canyon. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

5. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water supply will be from Ouray Municipal Water Plant at Ouray, Utah, and/or Bonanza Power Plant water source in Sec 26, T8S, R23E Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. Source of Construction Materials:

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.

- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation Ponds, 1, 2, 3, 4, 5, or 6, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or by removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt and a 16 millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

8. ANCILLARY FACILITIES:

None anticipated.

9. WELL SITE LAYOUT:

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the south corner of the location. The flare pit will be located downwind of the prevailing wind direction on the south side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpiller tractor.

Access to the well pad will be from the west.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. Plans for Reclamation of the Surface:

A. Interim Reclamation (Producing Location)

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours – See attached Figure #3. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

State of Utah

12. OTHER INFORMATION:

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:
 - Whether the materials appear eligible for the National Register of Historic Places;
 - The mitigation measures the operator will likely have to undertake before the site can be used.
 - A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private

industry. There are commercial facilities available for stacking and storing drilling rigs.)

D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied, as needed, to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources and paleontology survey will be conducted and submitted by Montgomery Archaeological Consultants.

LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

PERMITTING AGENT

Kaylene R. Gardner EOG Resources, Inc. P.O. Box 1815 Vernal, Ut 84078 (435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

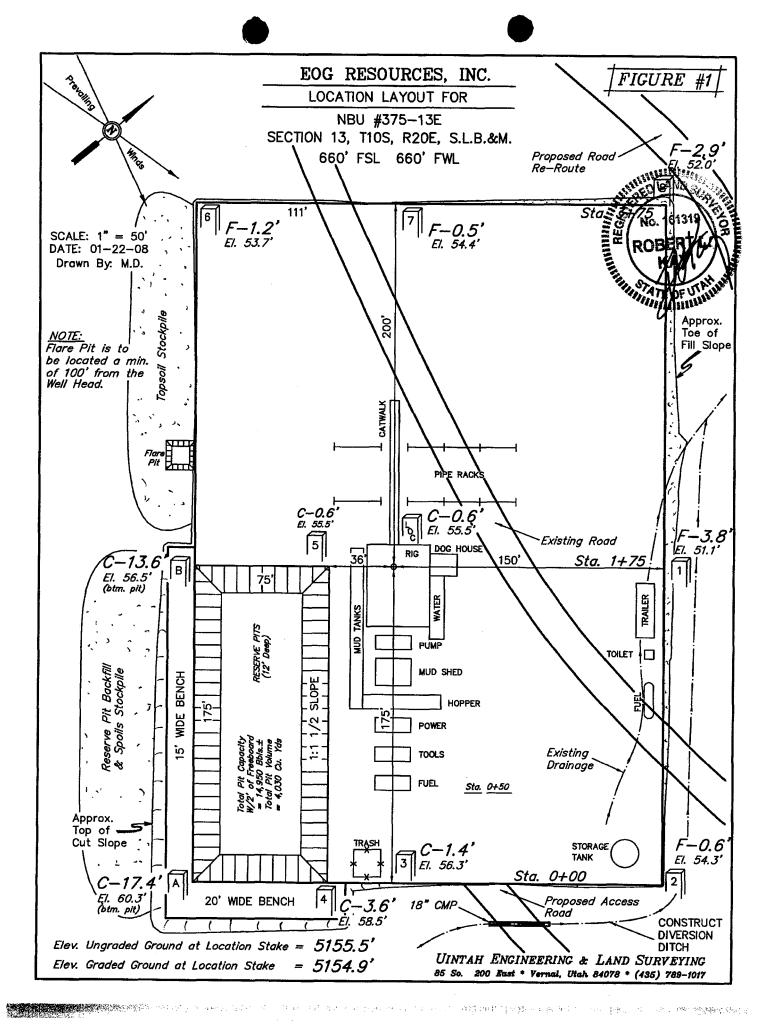
Please be advised that EOG Resources, Inc. is considered to be the operator of the Natural Buttes Unit 375-13E Well, located in the SWSW, of Section 13, T10S, R20E, Uintah County, Utah; State land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

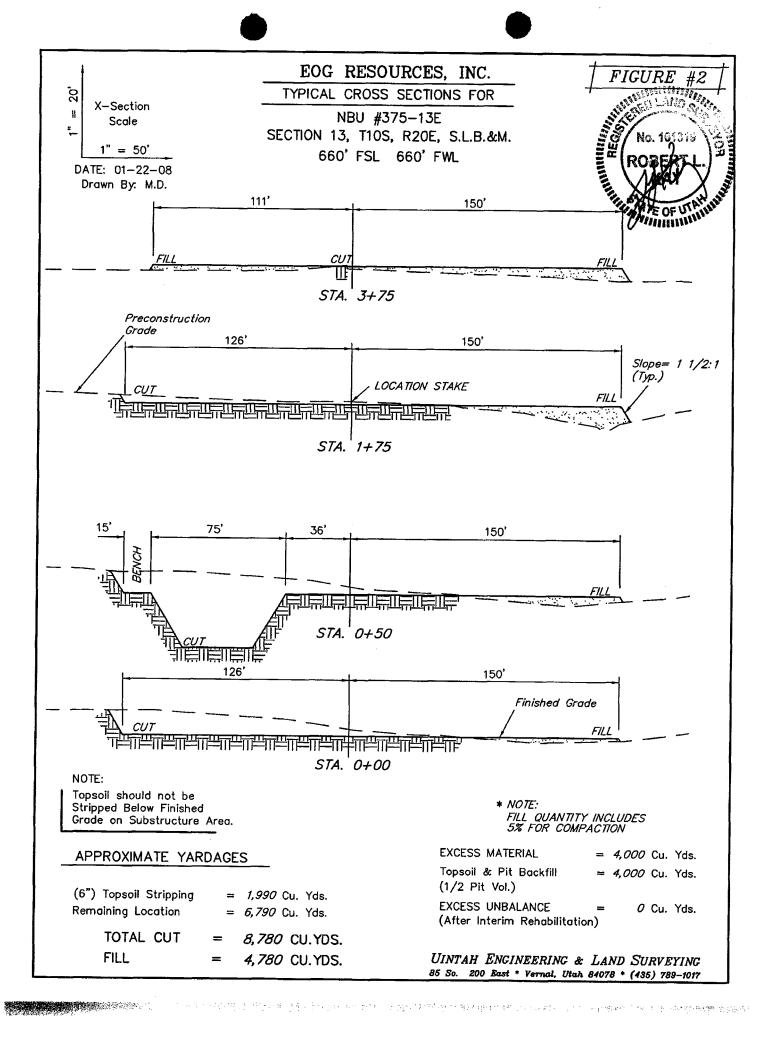
February 1, 2008					
	Kaylene R.	Gardner	, Lead Regi	ulatory .	Assistant

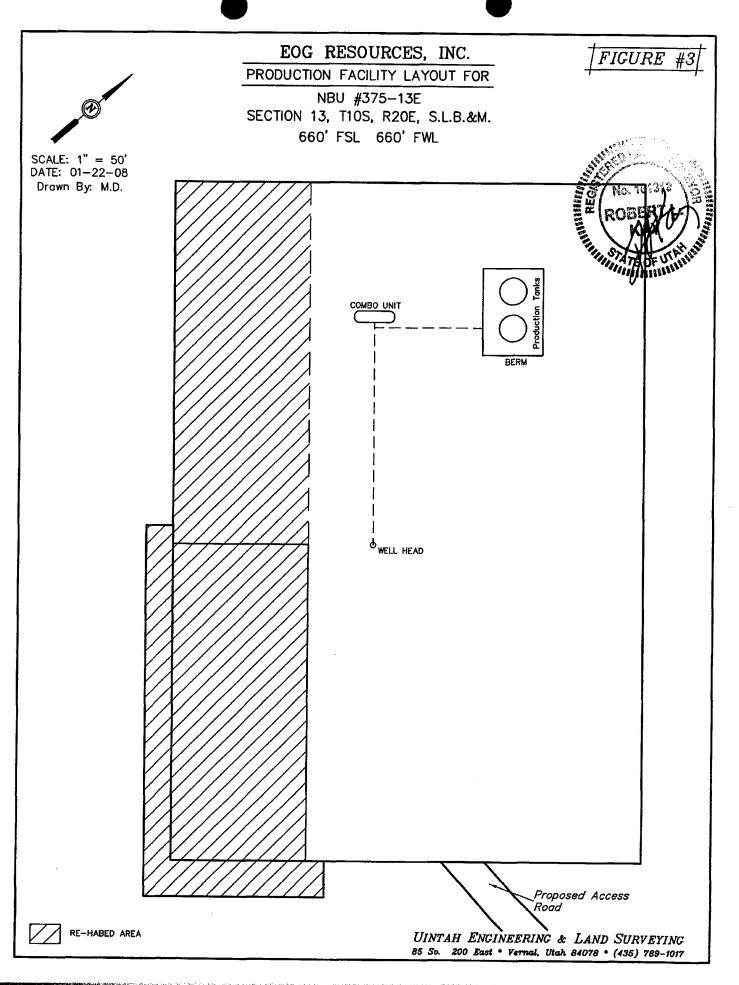
EOG RESOURCES, INC NBU #375-13E SECTION 13, T10S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 12.0 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 320' TO THE TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 43.1 MILES.







EOG RESOURCES, INC. NBU #375-13E

LOCATED IN UINTAH COUNTY, UTAH SECTION 13, T10S, R20E, S.L.B.&M.

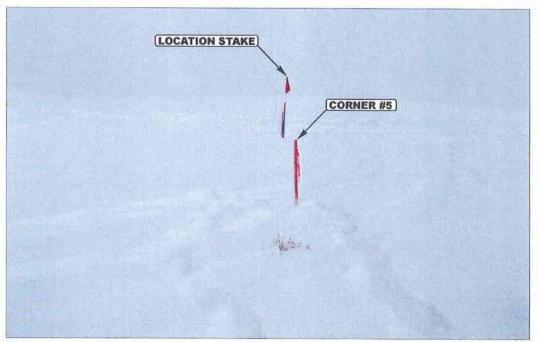


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



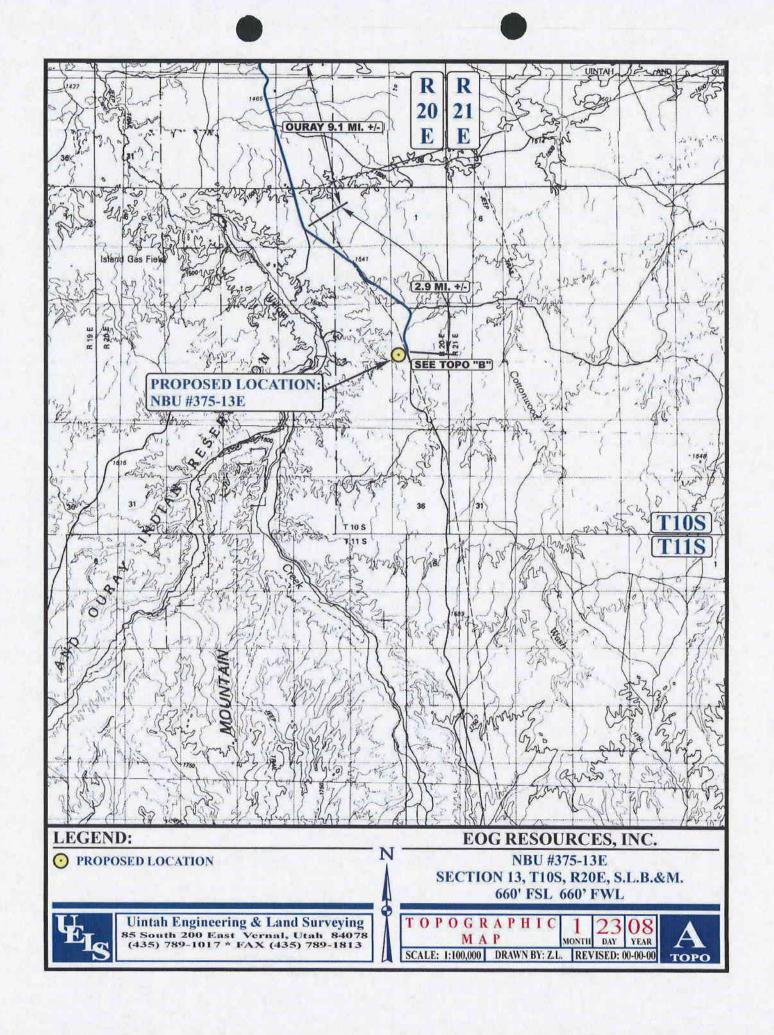
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

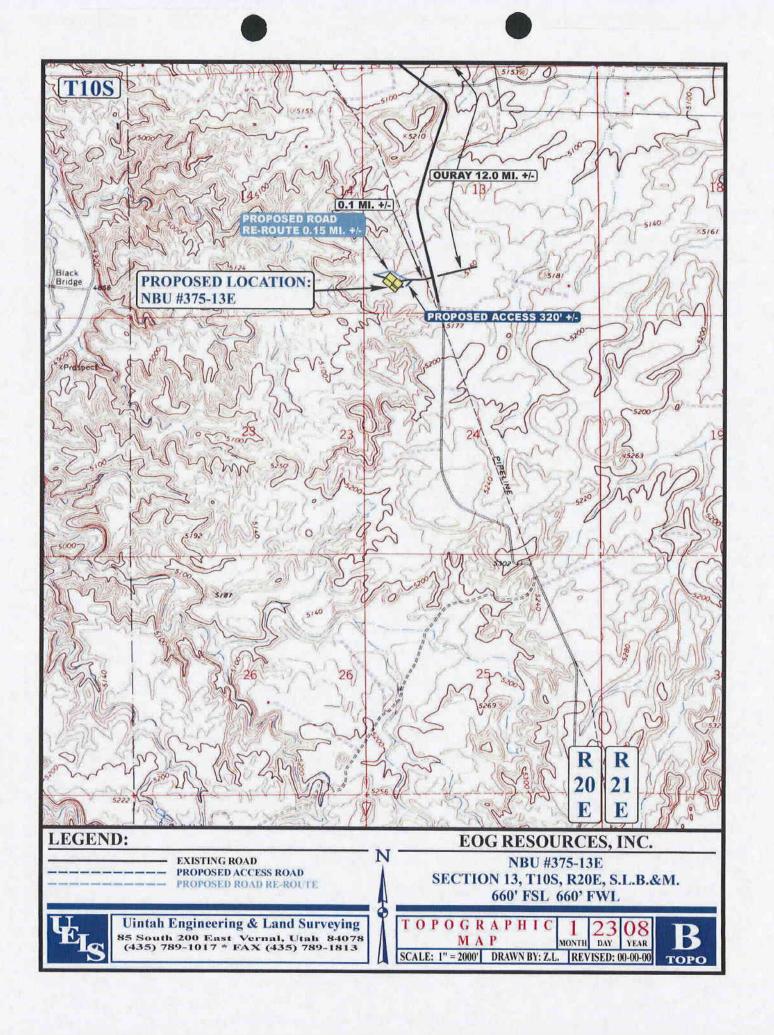
CAMERA ANGLE: SOUTHWESTERLY

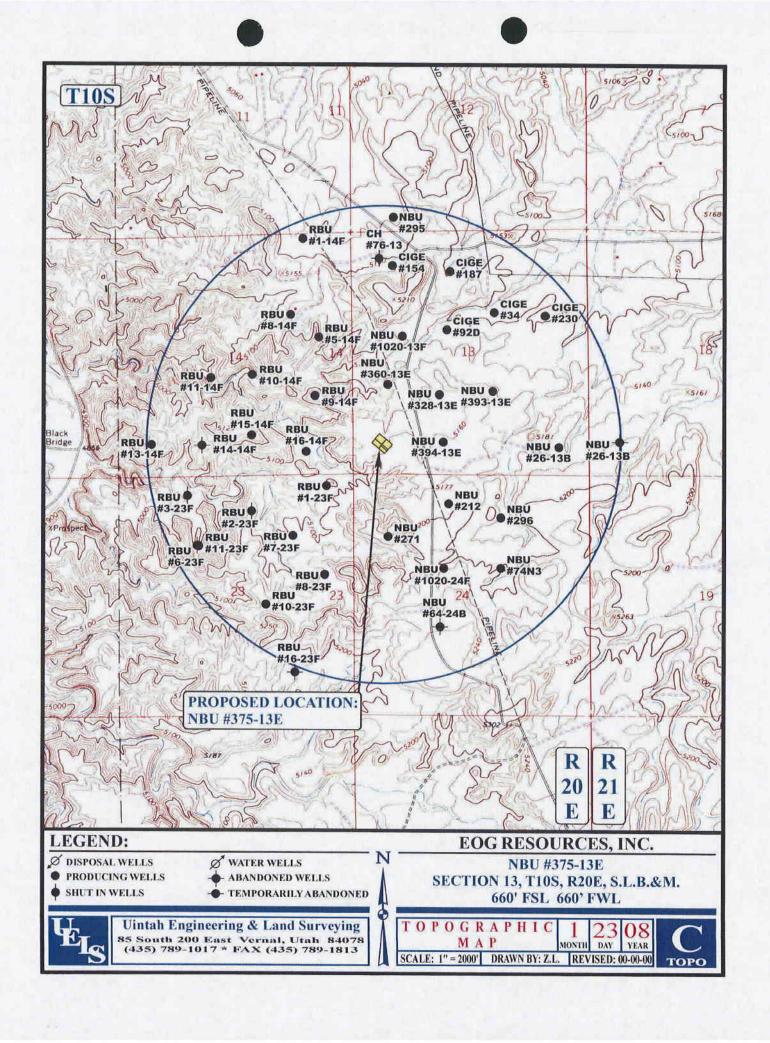


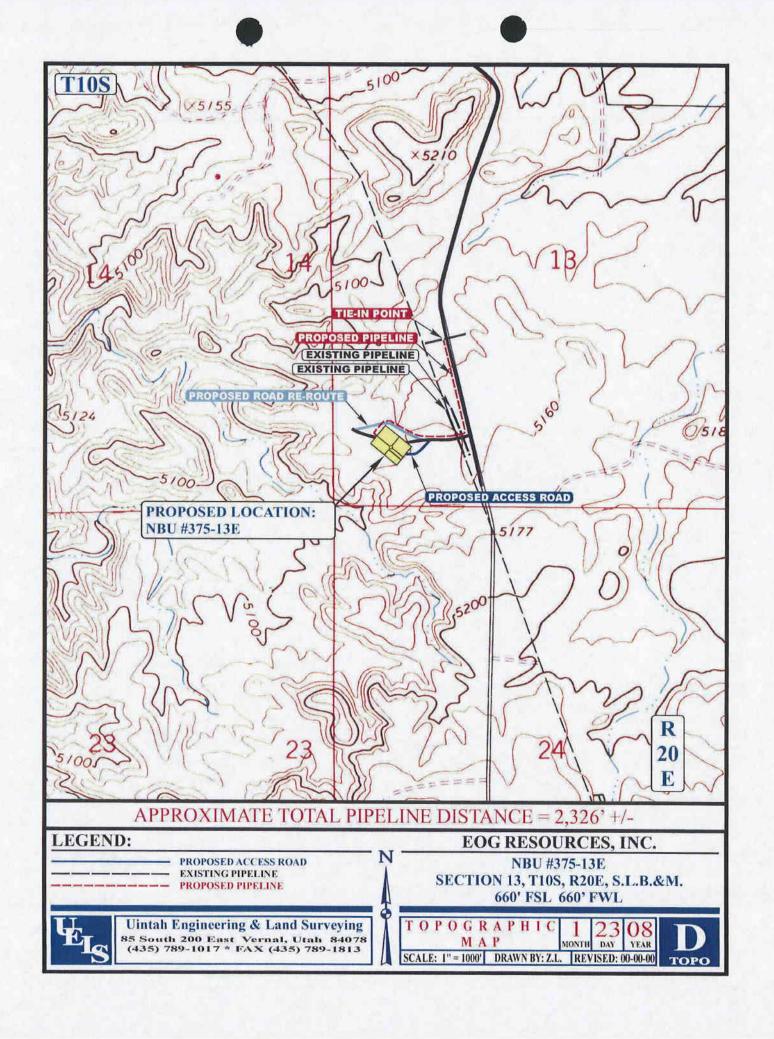
Uintah Engineering & Land Surveying \$85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS		1 MONTH	23 DAY	08 YEAR	РНОТО
TAKEN BY: D.S.	DRAWN BY; Z.	L. REV	ISED: (00-00-00	

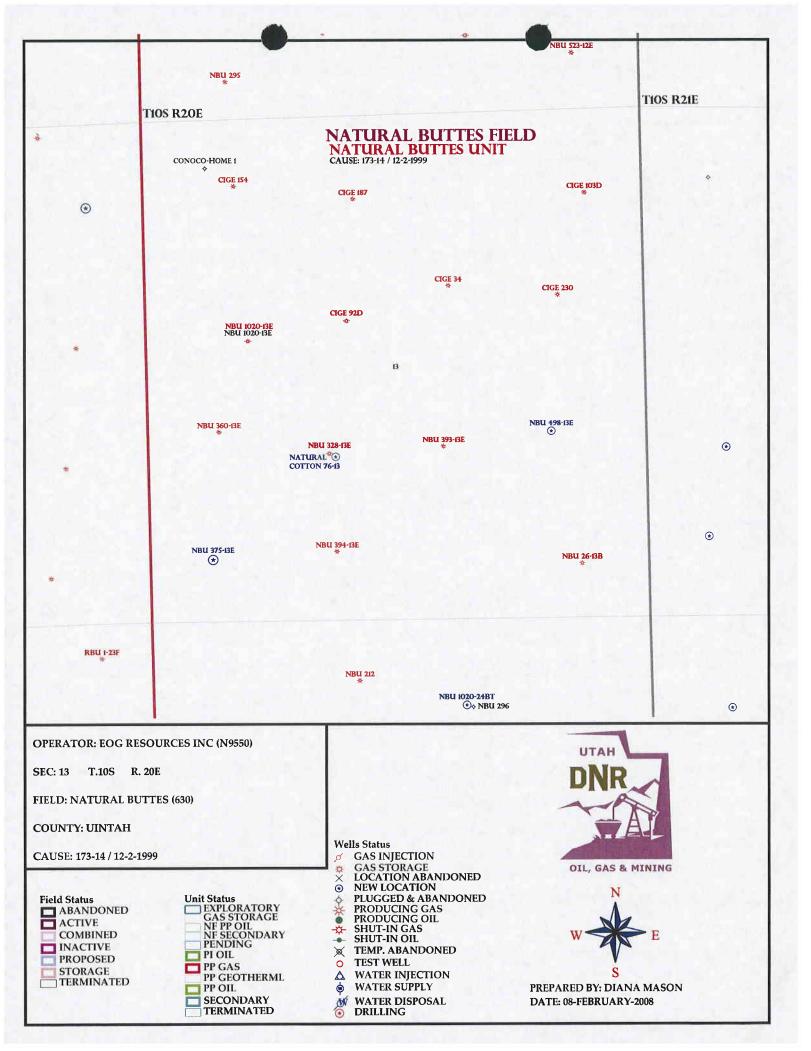








APD RECEIVED: 02/06/2008		API NO. ASSIC	GNED: 43-04	7-50029
WELL NAME: NBU 375-13E OPERATOR: EOG RESOURCES, INC. (N9550) CONTACT: Kaylene Gardner		PHONE NUMBER:	435 781-911	1
PROPOSED LOCATION:		INSPECT LOCATE	1 BY: /	/
SWSW 13 100S 200E		Tech Review	Initials	Date
SURFACE: 0660 FSL 0660 FWL BOTTOM: 0660 FSL 0660 FWL		Engineering		
COUNTY: UINTAH	·	Geology		
LATITUDE: 39.94240 LONGITUDE: -109.6201		Surface	-	
UTM SURF EASTINGS: 617893 NORTHINGS: 44220 FIELD NAME: NATURAL BUTTES (630		Surrace		
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-4485 SURFACE OWNER: 3 - State	LOGARA	PROPOSED FORMA COALBED METHAN		CCN
Plat Bond: Fed[] Ind[] Sta[] Fee[] (No. 6196017) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-225) RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit: NATURAL BUTTES R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 173-14 Eff Date: 12-2-14-94 Siting: 460' for ubd 5- Functional Trace R649-3-11. Directional Drill			
STIPULATIONS: 1- Sedent Oppro	vcQ			
	tot 8	OF BASIS		



Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 1

APD No

3/4/2008

API WellNo

Status

Well Type

Surf Ownr

CBM

674

43-047-50029-00-00

SITLA

GW

S

No

Operator EOG RESOURCES, INC. Surface Owner-APD

NATURAL BUTTES

Well Name NBU 375-13E

Unit

Field

NATURAL BUTTES

Type of Work

DRILL

Location

660 FSL 660 FWL GPS Coord (UTM) 617893E 4422066N SWSW 13 10S 20E S

Geologic Statement of Basis

The mineral rights at the proposed location are owned by the Federal Government. The BLM will be the agency responsible for evaluating and approving the proposed drilling, casing and cementing programs.

Brad Hill

3/4/2008

APD Evaluator

Date / Time

Surface Statement of Basis

The general area is approximately 43 miles southwest of Vernal, Utah and 12 miles south of Ouray, Utah in the west end of the Natural Buttes oil field unit. The Seep ridge road bisects the section. The general area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle to deep draws running westerly a distance of about 3 miles into Willow Creek or northerly about 12 miles to the White River. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Both Willow Creek and White River contain perennial streams. No other seeps, springs or streams are known to exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

The NBU #375-13E proposed gas well is 12.1miles southeast of Ouray and is accessed by the Uintah County Seep Ridge Road which lies to the east and existing or planned oil field development roads to within 320 feet of the site where a new road will be constructed.

The proposed location parallels along the north slope or side of a rise. This slope will be cut with fill added to the north side of the location. An existing drainage will be re-routed around the northeast end of the pad. An existing road to XTO producing wells will be rerouted to the north around the location. A proposed Kerr McGee well to the south but adjacent to this location will not be drilled. Approximately 16 inches of snow covered the area.

The surface is owned by SITLA and the minerals are owned by the Federal Government and administered by the BLM. Jim Davis of SITLA and Nathan Packer of the BLM attended the pre-site evaluation. Neither had any concern about the proposal as planned. The location appears to be the best site for constructing a pad, drilling and operating a well in the immediate area. Mr. Davis told Mr. Tolman, representing EOG, that for reclamation requirements involving pit closures, interim reclamation or final reclamation, that SITLA should be contacted.

Daniel Emmett representing the UDWR stated the area is classified as yearlong crucial habitat for antelope but water not forage is the factor limiting the growth of the herd. He did not recommend any restrictions for this species. No other wildlife species are expected to be significantly affected. He furnished Byron Tolman representing EOG and Jim Davis of SITLA a copy of his wildlife evaluation.

Floyd Bartlett

Onsite Evaluator

2/21/2008

Date / Time

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 2

Conditions of Approval / Application for Permit to Drill

Category

Condition

Pits

3/4/2008

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be

properly installed and maintained in the reserve pit.

Surface

Drainages adjacent to the proposed pad shall be diverted around the location.

Surface

The reserve pit shall be fenced upon completion of drilling operations.

Utah Division of Oil, Gas and Mining

Operator

EOG RESOURCES, INC.

Well Name

NBU 375-13E

API Number

.....

43-047-50029-0 **APD No** 674

Field/Unit NATURAL BUTTES

Location: 1/4,1/4 SWSW

Sec 13 Tw 10S

Rng 20E

660 FSL 660 FWL

GPS Coord (UTM) 617899

4422077

Surface Owner

Participants

Floyd Bartlett (DOGM), Jim Davis (SITLA), Byron Tolman (Agent for EOG), Daniel Emmett (Utah Division of Wildlife Resources), Nathan Packer (BLM)

Regional/Local Setting & Topography

The general area is approximately 43 miles southwest of Vernal, Utah and 12 miles south of Ouray, Utah in the west end of the Natural Buttes oil field unit. The Seep ridge road bisects the section. The general area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle to deep draws running westerly a distance of about 3 miles into Willow Creek or northerly about 12 miles to the White River. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Both Willow Creek and White River contain perennial streams. No other seeps, springs or streams are known to exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

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Surface Use Plan

Current Surface Use

Grazing

Wildlfe Habitat

New Road

Miles Well Pad

Src Const Material

Surface Formation

0.01

Width 276

Length 375

Onsite

UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetland N

Flora / Fauna

Approximately 16 inches of snow covered the area. Identifiable or expected plants included broom snakeweed, shadscale, cheat grass and Gardner saltbrush.

Antelope, coyotes, rabbits and miscellaneous small mammals and birds.

Soil Type and Characteristics

Shallow sandy clay loam with some small surface rock is the probable surface soil.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required Y

. An existing drainage will be re-routed around the northeast end of the pad.

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? N Paleo Potental Observed? N Cultural Survey Run? Cultural Resources?

Reserve Pit

Site-Specific Factors		Site I	Ranking		
Distance to Groundwater (feet)	>200		.0		
Distance to Surface Water (feet)	>1000		0		
Dist. Nearest Municipal Well (ft)	>5280		0		
Distance to Other Wells (feet)	300 to 1320		10		
Native Soil Type	Mod permeability		10		
Fluid Type	Fresh Water		5		
Drill Cuttings	Normal Rock		0		
Annual Precipitation (inches)	<10		0		
Affected Populations	<10		0		
Presence Nearby Utility Conduits	Not Present		0		
		Final Score	25	1	Sensitivity Level

Characteristics / Requirements

A 75' x 175' x 12' deep reserve pit is planned in an area of cut on the southeast corner of the location. It will be lined with a 16-mil liner with an appropriate thickness of felt sub-liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

Floyd Bartlett 2/21/2008
Evaluator Date / Time



GARY R. HERBERT

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

April 6, 2009

EOG Resources, Inc. 1060 East Highway 40 Vernal, UT 84078

Re:

NBU 375-13E Well, 660' FSL, 660' FWL, SW SW, Sec. 13, T. 10 South, R. 20 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-50029.

Sincerely,

→ Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office

SITLA



Operator:	EOG Resources, Inc	c	
Well Name & Number	NBU 375-13E		
API Number:	43-047-50029		
Lease:	<u>UTU-4485</u>		· · · · · · · · · · · · · · · · · · ·
Location: SW SW	Sec. 13	T. 10 South	R. 20 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 6. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

RECEIVED

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FEB 2 8 2008

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

Lease Serial No.	
UTU4485	

APPLICATION FOR PERMIT TO DRILL OR REENTER

6. If Indian, Allottee or Tribe Name **⊠** DRILL REENTER Ia. Type of Work: If Unit or CA Agreement, Name and No. UTU63047A Lease Name and Well No. NBU 375-13E 1b. Type of Well: Oil Well 🗖 Gas Well Other ☐ Single Zone Multiple Zone 2. Name of Operator Contact: KAYLENE R GARDNER 9. API Well No. EOG RESOURCES INC E-Mail: kaylene_gardner@eogresources.com 43-047 - 5085 9 10. Field and Pool, or Exploratory 3b. Phone No. (include area code)
Ph: 435-781-9111 3a. Address 1060 EAST HIGHWAY 40 NATURAL BUTTES VERNAL, UT 84078 11. Sec., T., R., M., or Blk. and Survey or Area 4. Location of Well (Report location clearly and in accordance with any State requirements.*) Sec 13 T10S R20E Mer SLB SWSW 660FSL 660FWL 39.94237 N Lat, 109.62079 W Lon At surface At proposed prod. zone SWSW 660FSL 660FWL 39.94237 N Lat, 109.62079 W Lon 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* UT 43.1 MILES SOUTH OF VERNAL, UT UINTAH 15. Distance from proposed location to nearest property or No. of Acres in Lease 17. Spacing Unit dedicated to this well lease line, ft. (Also to nearest drig. unit line, if any) 680.00 20. BLM/BIA Bond No. on file 18. Distance from proposed location to nearest well, drilling, Proposed Depth completed, applied for, on this lease, ft. 6382 MD NM2308 21. Elevations (Show whether DF, KB, RT, GL, etc. 22. Approximate date work will start 23. Estimated duration 45 DAYS 5156 GL 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form: Bond to cover the operations unless covered by an existing bond on file (see Well plat certified by a registered surveyor. Item 20 above) A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System Lands, the Operator certification SUPO shall be filed with the appropriate Forest Service Office). Such other site specific information and/or plans as may be required by the authorized officer. 25. Signature Name (Printed/Typed)
KAYLENE R GARDNER Ph: 435-781-9111 02/28/2008 (Electronic Submission) Title LEAD REGULATORY ASSISTANT Approved by (Signature) Name (Printed/Typed) ant Held, Wanager VERNAL FIELD OFFICE Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

Additional Operator Remarks (see next page)

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic Submission #58831 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal

For EOG RESOURCES INC., Sent to the vertical Committed to AFMSS for processing by GAIL JENKINS on 02/28/2008 (08GXJ2486AE)OF OIL, GAS & MINING

VOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

MAY 1 3 2009

BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED

186x J17486 AE Pasted 2-28-2008



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE
VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No:

API No:

EOG Resources INC

NBU 375-13E

43-047-50029

Location: Lease No: SWSW, Sec. 13, T10S, R20E

UTU-4485

Agreement:

Natural Buttes Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
	:	Fax: (435) 781-3420	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction
(Notify Environmental Scientist)
Location Completion
(Notify Environmental Scientist)
Spud Notice
(Notify Petroleum Engineer)
Casing String & Cementing
(Notify Supv. Petroleum Tech.)
BOP & Related Equipment Tests
(Notify Supv. Petroleum Tech.)
First Production Notice
(Notify Petroleum Engineer)

- Forty-Eight (48) hours prior to construction of location and access roads.
- Prior to moving on the drilling rig.
- Twenty-Four (24) hours prior to spudding the well.
- Twenty-Four (24) hours prior to running casing and cementing all casing strings.
- Twenty-Four (24) hours prior to initiating pressure tests.
- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 7 Well: NBU 375-15E 4/27/2009

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

SITE SPECIFIC CONDITIONS OF APPROVAL

State of Utah Surface

Page 3 of 7 Well: NBU 375-15E 4/27/2009

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

o Production casing cement shall be brought up and into the surface casing. The minimum cement top is 200 ft above the surface casing shoe.

COA specification is consistent with operators performance standard stated in APD.

 A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 75 feet.

All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.

A Gamma Ray well Log shall be run from the well Total Depth to the surface.
 A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

Onshore Order no. #2 Drilling Operations III. E. 1.

 All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E.

Drilling Operations, Special Drilling Operations, air/gas drilling. variance(s) to Onshore Order #2 Drilling Operations III. E. requirement for deduster equipment

- o requirement waived for deduster equipment
 - Deduster equipment capabilities described by operator as function performed by continuous sprayer water mist

automatic igniter or continuous pilot light on the blooie line

 requirement waived for ignitor and pilot light operators blooie line output fluid stream is an incombustible aerated water system blooie line fire prevention and suppression function operation achieved thru continuous aerated water fluid stream flow

compressors located in opposite direction from the blooie line a minimum of 100 feet

Compressors are truck mounted. Operators standard practice is to rig up with truck mounted compressors oriented ninety degrees to blooie line. Compressors are truck mounted with spark arresters.

 Conductor casing shall be set into competent formation at a depth of 60 ft, plus or minus 10 ft.

COA specification is consistent with operators performance standard (operators shallow surface operations covered in part 13 Air Drilling Operations) stated in APD.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

 The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.

Page 4 of 7 Well: NBU 375-15E 4/27/2009

- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
 Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.

Page 5 of 7 Well: NBU 375-15E 4/27/2009

 There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 7 of 7 Well: NBU 375-15E 4/27/2009

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM. Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of
 a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval
 may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY	NOTICES AND REPOR	RTS ON W	ELLS		UTU4485			
Do not use thi abandoned wel	s form for proposals to d ll. Use form 3160-3 (APD	drill or to re)) for such p	-enter an oroposals.		6. If Indian, Allottee or	r Tribe Name		
SUBMIT IN TRI	PLICATE - Other instruct	tions on rev	verse side.		7. If Unit or CA/Agreement, Name and/or No. NATURAL BUTTES			
1. Type of Well					8. Well Name and No.	S UNIT 375-13E		
		MADV A MA	VECTAS	<u> </u>				
EOG RESOURCES, INC.	E-Mail: mary_maes	tas@eogreso	urces.com		43-047-50029			
3a. Address 600 17TH STREET SUITE 10 DENVER, CO 80202	00N	Ph: 303-82	24-5526	4-5526 NATURAL BUTTES				
4. Location of Well (Footage, Sec., T	, R., M., or Survey Description)				11. County or Parish, a	and State		
					UINTAH COUN	TY, UT		
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATI	E NATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION			ТҮРЕ (OF ACTION				
T Nedical CV days	☐ Acidize	Dec	epen	☐ Product	tion (Start/Resume)	☐ Water Shut-Off		
Notice of Intent	☐ Alter Casing	☐ Fra	cture Treat	□ Reclam	ation	☐ Well Integrity		
☐ Subsequent Report	□ Casing Repair	☐ Nev	w Construction	□ Recomp	plete	Other		
☐ Final Abandonment Notice	☐ Change Plans	Plu Plu	g and Abandon	□ Tempor	arily Abandon	PD		
	☐ Convert to Injection	☐ Plu	g Back	■ Water I	Disposal			
testing has been completed. Final Abdetermined that the site is ready for fa	pandonment Notices shall be file inal inspection.)	d only after all	requirements, inches referenced we Approve Utah Dir	ell from d by the vision of	n, have been completed, a COPY SEN Date: 5	IT TO OPERATOR		
to			Oil, Gas a	nd Mining	Initials:	KS		
6431'			_					
A revised drilling plan is attach	ned.	_	XU	18-09	1			
14. I hereby certify that the foregoing is	Electronic Submission #6	69942 verifie ESOURCES,	by the BLM W INC., sent to th	ell Information e Vernal	ı System			
Name (Printed/Typed) MARY A.	MAESTAS	_	Title REGU	JLATORY AS	SISTANT			
### SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well								
	THIS SPACE FO	R FEDER	AL OR STATE	OFFICE U	SE			
Approved By			Title			Date		
Conditions of approval, if any, are attache certify that the applicant holds legal or equ	uitable title to those rights in the	not warrant or subject lease	Office					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a cstatements or representations as	crime for any p to any matter v	erson knowingly a vithin its jurisdiction	nd willfully to m	ake to any depar	EWED ited		

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,241		Shale	
Birdsnest Zone	1,486		Dolomite	
Mahogany Oil Shale	1,936		Shale	
Wasatch	4,512	Primary	Sandstone	Gas
Chapita Wells	5,115	Primary	Sandstone	Gas
Buck Canyon	5,830	Primary	Sandstone	Gas
TD	6,431			

Estimated TD: 6,431' or 200'± below TD

Anticipated BHP: 3,511 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft \pm of the Green River Formation, with top at about 2,000 ft \pm .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.

3. PRESSURE CONTROL EQUIPMENT:

Production Hole - 5000 Psig

BOP schematic diagrams attached.

4. CASING PROGRAM:

CASING	Hole Size	Length	<u>Size</u>	WEIGHT	<u>Grade</u>	<u>Thread</u>	<u>Rating</u> <u>Collapse</u>	<u>Factor</u> <u>Burst</u>	<u>Tensile</u>
Conductor	20"	0 – 60'	14"	32.5#	A-252	STC		1,880 PSI	10,000#
Surface	12 1/4"	0' - 2,300' KB±	9-%"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface - TD	4-1/2"	11.6#	N-80	LTC	6350 PSI	7780 Psi	233,000#

Note: $12-\frac{1}{4}$ " surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-\%" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M... UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-1/2", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

Production Hole Procedure (2300'± - TD):

Anticipated mud weight $9.5-10.5\ ppg$ depending on actual wellbore conditions encountered while drilling.

2300'± - TD

A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

7. **VARIANCE REQUESTS:**

Reference: Onshore Oil and Gas Order No. 1

Onshore Oil and Gas Order No. 2 - Section E: Special Drilling Operations

- EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line to be 100' in length. (Where possible, a straight run blooie line will be used).
- EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be approximately 75' in length.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring dedusting equipment. Dust during air drilling operations is controlled by water mist.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring an automatic igniter or continuous pilot light on the blooie line. (Not required on aerated water system).
- o EOG Resources, Inc. requests a variance that compressors are located in the opposite direction from the blooie line a minimum of 100 feet from the well bore. (Air Compressors are rig mounted).

8. EVALUATION PROGRAM:

Cased-hole Logs: Cased-hole logs will be run in lieu of open-hole logs consisting of the following:

CBL/CCL/VDL/GR

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M... UINTAH COUNTY, UTAH

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead:

185 sks

Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCl₂, 3 lb/sx

GR3 1/4 #/sx Flocele mixed at 11 ppg, 3.82 ft³/sk. yield, 23 gps water.

Tail:

207 sks

Class "G" cement with 2% CaCl₂, 1/4#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2 gps

water.

Top Out:

As necessary with Class "G" cement with 2% CaCl2, 1/4#/sk Flocele mixed at 15.6 ppg,

1.18 ft³/sk., 5.2 gps water.

Note:

Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead:

122 sks:

Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29 (cello flakes)

mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail:

415 sks:

50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075%

D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1

ppg, 1.28 ft³/sk., 5.9gps water.

Note:

The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe. Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

NATURAL BUTTES UNIT 375-13E SW/SW, SEC. 13, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

13. Air Drilling Operations:

- 1. Main Air Compressors are 1250 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- 2. Secondary Air Compressors are 1170 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- 3. Minimum setting depth of conductor casing will be 60' GL or 10'± into competent formation, whichever is deeper, as determined by the EOG person in charge. Exceptions must be approved by an EOG drilling superintendent or manager.
- 4. The diameter of the diverter flow line will be a minimum of 10" to help reduce back pressure on the well bore during uncontrolled flow.
- 5. Rat and Mouse hole drilling will occur only after surface casing has been set and cemented.
- 6. EOG Resources, Inc. will use a properly maintained and lubricated stripper head.

(Attachment: BOP Schematic Diagram)

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

X Change of Operator (Well Sold)

Operator Name Change

Designation of Agent/Operator

1. DJJ 2. CDW

ROUTING

Merger

The operator of the well(s) listed below has ch	anged,	effecti	ive:			1/1/2010				
FROM: (Old Operator):				TO: (New Operator):						
N9550-EOG Resources				N2995-Kerr-McGee Oil & Gas Onshore., LP						
1060 E Hwy 40				i	outh 1200 I		-			
Vernal, UT 84078				Vernal,	UT 84078					
Phone: 1-(435) 781-9111				Phone: 1-(435)	781-7024					
CA N	0.			Unit:		NATURA	L BUTT	ES		
WELL NAME(S)	SEC	TWI	N RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS		
SEE ATTACHED LIST										
		<u> </u>					<u> </u>			
OPERATOR CHANGES DOCUMEN Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation 2. (R649-8-10) Sundry or legal documentation	was rec	eived:		_		12/24/2009 12/24/2009	_			
3. The new company was checked on the Depa	rtment	of Co	mmerce	e, Division of C	orporation	s Database	on:	3/7/2006		
4. Is the new operator registered in the State of	Utah:		YES	Business Numl	ber:	1355743-018	31			
6a. (R649-9-2)Waste Management Plan has been	n receiv	ed on:		IN PLACE			-			
6b. Inspections of LA PA state/fee well sites con	nplete (on:		n/a	-					
7. Federal and Indian Lease Wells: The BLM	1 and or	r the B	IA has a	pproved the me	rger, name	change,				
or operator change for all wells listed on Fed	leral or	Indian	leases o	on:	BLM	not yet	BIA	n/a		
8. Federal and Indian Units:						-		-		
The BLM or BIA has approved the succes	sor of u	mit ope	erator fo	r wells listed on	ı:	not yet				
9. Federal and Indian Communization Agre		_								
The BLM or BIA has approved the operat		ll wells				n/a				
10. Underground Injection Control ("UIC")				ivision has appro				uthority to		
Inject, for the enhanced/secondary recovery	unit/pr	oject fo	or the wa	ater disposal we	ll(s) listed o	on:	n/a			
DATA ENTRY:										
1. Changes entered in the Oil and Gas Databa		~.	~	1/31/2010	-	a la a là a a b				
2. Changes have been entered on the Monthly	Operat	tor Ch	ange Sp			1/31/2010	<u>.</u>			
3. Bond information entered in RBDMS on:				1/31/2010	-					
4. Fee/State wells attached to bond in RBDMS 5. Injection Projects to new operator in RBDMS				1/31/2010 n/a	-					
5. Injection Projects to new operator in RBDM	S OII.			II/a	-					
BOND VERIFICATION:				WWD00001						
 Federal well(s) covered by Bond Number: Indian well(s) covered by Bond Number: 				WYB000291 n/a	-					
 Indian well(s) covered by Bond Number: (R649-3-1) The NEW operator of any state 	or fee v	ve11(e)	listed co		– Number	22013542		-		
· · · · · · · · · · · · · · · · · · ·				-		22013372	_			
4. The FORMER operator has requested a releace COMMENTS :	ise of H	aumny	пош ш	en bona on.	n/a					

EOG transferred all their leases and permits in NBU to Kerr-McGee effective January 1, 2010

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

Expires: Ju
5. Lease Serial No.
Multiple Leases

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Type of Well On Well On Well Other Other Stute of CAARgermant, Name and/or No. Natural Buttles Natural Buttles Natural Buttles Natural Buttles Natural Buttles Natural Buttles Natural Mon. Natural Buttles Natural Butt	abandoned wen.	USE FUIII 3100-3 (F	(PD) IOI SU	cii proposa	15.	<u> </u>		
Type of Vell		T IN TRIPLICATE - Other	r instructions o	n page 2.			ement, Name and/or No.	
2. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA 17. PE OF ACTION 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA 17. PE OF SUBMISSION 17. PE OF ACTION 18. Reclamation 19. Notice of Insent 19. Indicate the section of Well (Pootage, Sec., T.R.M., or Survey Description) 19. Notice of Insent 19. Notice of Insent 19. Notice of Insent 19. Indicate the section of Well (Pootage, Sec., T.R.M., or Survey Description) 19. Indicate the section of Well (Pootage, Sec., T.R.M., or Survey Description) 19. Notice of Insent 19. Notice of Insent 19. Notice of Insent 19. Indicate the section of Well (Pootage, Sec., T.R.M., or Survey Description) 19. Indicate the section of Well (Pootage, Sec., T.R.M., or Survey Description) 19. Notice of Insent 19. Notice of Insent 19. Notice of Insent 19. Indicate the Survey Well Insent the Survey of Insent the Survey of Insent the Survey of Insent the Survey of Insent Ins		Vell Other				8. Well Name and No.		
3b. Piene No. (Include area code) 435-781-9145 4 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 4 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 5 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Well (Pootage, Sec., T.R.M., or Survey Description) 1 Location of Mellow (Pootage, Sec., T.R.M., or Survey Description) 2 Location of Mellow (Pootage, Sec., T.R.M., or Survey Bear Location) 2 Location of Mellow (Pootage, Sec., T.R.M., or Survey Bear Location) 2 Location of Intent	2. Name of Operator EOG Resources , Inc			····				
Unitah, Utah			ode)	· · ·				
TYPE OF SUBMISSION Acidize	4. Location of Well (Footage, Sec., T., See Attached	R.,M., or Survey Description	j)	•		,	State	
Notice of Intent	12. CHEC	K THE APPROPRIATE BO	X(ES) TO IND	ICATE NATUR	E OF NOTIC	E, REPORT OR OTH	ER DATA	
Alter Casing	TYPE OF SUBMISSION			TY	PE OF ACT	ION		
Change Plans Plug and Abandon Temporarily Abandon Temporarily Abandon Plug Back Water Disposal	Notice of Intent					,	Well Integrity	
Spinal Abandonment Notice	Subsequent Report		_			•	Other Change of Operator	
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed once testing has been completed. Final Abandomment Notices must be filed once testing has been completed. Final Abandoment Notices must be filed once testing has been completed. Final Abandoment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) EOG Resources, Inc. has assigned all of its right, title and interest in the wells described in the attached list ("the Subject Wells") to Kerr-McGee Oil & Gas Onshore LP and will relinquish and transfer operatorship of all of the Subject Wells to Kerr-McGee Oil & Gas Onshore LP on January 1, 2010, Kerr-McGee Oil & Gas Onshore LP will be considered to be the operator of each of the Subject Wells and will be responsible under the terms and conditions of the applicable lease for the operations conducted upon the leased lands. Bond coverage is provided under Kerr-McGee Oil & Gas Onshore LP shallowide BLM Bond No. WYB-000291. By: Michael A. Nixson Agent and Attorney-in-Fact APPROVED* APPROV	Final Abandonment Notice					•		
Name (Printed/Typed) J. Michael Schween Title Agent and Attorney-in-Fact Date 12/17/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE RECEIVED Approved by Title Onditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	following completion of the involv testing has been completed. Final a determined that the site is ready for EOG Resources, Inc. has assigned Onshore LP and will relinquish and to the As of January 1, 2010, Kerr-McGee terms and conditions of the applicab Onshore LP's Nationwide BLM Bonc Kerr-McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202-1918 By: Michael A. Nixson Agent and Attorney-in-Fact	ed operations. If the operation Abandonment Notices must be final inspection.) all of its right, title and integransfer operatorship of all Oil & Gas Onshore LP will be lease for the operations in No. WYB-000291.	on results in a mobe filed only after erest in the well of the Subject I be considered conducted up	ultiple completion all requirements described in Wells to Kerr-lato be the ope on the leased I	on or recomplets, including the attached McGee Oil & rator of each ands. Bond	etion in a new interval reclamation, have been to the Subject Wells coverage is provided ROVED.	a Form 3160-4 must be filed once completed and the operator has bells") to Kerr-McGee Oil & Gas and January 1, 2010. Is and will be responsible under the dunder Kerr-McGee Oil & Gas Manuary 1, 2010 March Complete State S	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Name (Printed/Typed)	ue and correct.		Title Agent ar	nd Attorney-i	n-Fact		
Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Signature			Date 12/17/20	009			
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		THIS SPACE	FOR FEDEI	RAL OR ST	ATE OFF	ICE USE	RECEIVED	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Approved by						DEC 2 4 2099	
	that the applicant holds legal or equitable tit entitle the applicant to conduct operations the	le to those rights in the subject nereon.	t lease which wo	rtify ald Office	nd willfully to			

<u>Lease</u>	API#	Well Name	Footages	т	R	Sec.	QQ	PROPOSED TD	APD Sub'd
UTU-0581	43-047-40216	Natural Buttes Unit 419-29E	859 FNL - 2338 FWL	98	21E	29	NENW	6.640	
UTU-0581	43-047-50127	Natural Buttes Unit 420-29E	471 FNL - 2012 FEL	98	21E	29	NWNE	6,673	6-26-08
UTU-01791	43-047-40225	Natural Buttes Unit 430-8E	882 FSL - 514 FWL	108	21E	8	SWSW		9-11-08
UTU-01791	43-047-40074	Natural Buttes Unit 432-9E	864 FSL - 686 FWL	105	21E	9	SWSW	6,201	7-3-08
UTU-010954-A	43-047-39732	Natural Buttes Unit 512-35E	722 FNL - 1988 FWL	98	22E	35	NENW	5,984	5-8-08
UTU-0149076	43-047-35888	Natural Buttes Unit-540-24E	521 FSL - 750 FEL	98	21E	24	SESE	7,412	10-19-07
UTU-010954	43-047-39306	Natural Buttes Unit 603-35E	1047 FNL - 679 FEL	98	22E	35	NENE	9,800	8-6-04
UTU-010954-A	43-047-39302	Natural Buttes Unit 604-35E	1139 FNL - 1826 FEL	98	22E	35	NWNE	7,257	5-14-07
UTU-010954	43-047-50275	Natural Buttes Unit 605-35E	1799 FNL - 2165 FEL	98	22E	35	SWNE	7,330	5-11-07
UTU-010954-A	43-047-39292	Natural Buttes Unit 627-35E	1970 FNL - 1847 FWL	98	22E	35	SENW	7,290	1-29-09
UTU-6774	43-047-50028	Natural Buttes Unit 672-25E	1980 FNL - 660 FWL	108	20E	25	SWNW	7,275	5-7-07
UTU-6774	43-047-50036	Natural Buttes Unit 675-25E	1977 FNL - 2110 FEL	108	20E	25		6,032	2-5-08
UTU-6774	43-047-50031	Natural Buttes Unit 676-25E	1978 FNL - 923 FEL	105	20E	25	SWNE	6,035	3-14-08
UTU-4476	43-047-40416	Natural Buttes Unit 677-26E	839 FNL - 1133 FWL	105	20E		SENE	6,100	2-12-08
UTU-4476	43-047-40220	Natural Buttes Unit 678-26E	1960' FNL - 481 FWL	10S	20E	26 26	NWNW	6,157	11-14-08
UTU-4476	43-047-40305	Natural Buttes Unit 680-26E	799 FNL - 1923 FEL	105	20E		SWNW	6,254	7-3-08
UTU-01791	43-047-40417	Natural Buttes Unit 692-6E	661 FSL - 1840 FWL	105		26	NWNE	6,242	8-1-08
UTU-472	43-047-40268	Natural Buttes Unit 701-26E	2215 FNL - 1770 FEL	108	21E	6	SESW	6,484	11-14-08
UTU-472	43-047-40240	Natural Buttes Unit 702-26E	2130 FSL - 1903 FEL	105	22E 22E	26	SWNE	7,023	7-24-08
UTU-472	43-047-40241	Natural Buttes Unit 703-26E	1836 FSL - 797 FEL	108	22E	26	NWSE	7,003	7-14-08
UTU-472	43-047-40267	Natural Buttes Unit 704-26E	785 FSL - 1806 FEL		22E	26	NESE	6,991	7-14-08
UTU-472	43-047-40374	Natural Buttes Unit 705-26E	552 FSL - 475 FEL	10S 10S		26	SWSE	6,998	7-24-08
UTU-037167	43-047-40243	Natural Buttes Unit 710-35E	600 FNL - 1967 FWL		22E	26	SESE	6,957	9-22-08
UTU-037167	43-047-40418	Natural Buttes Unit 712-35E	2160 FNL - 1923 FWL	108	22E	35	NENW	6,984	7-14-08
UTU-037167	43-047-40242	Natural Buttes Unit 713-35E	739 FSL - 702 FEL	108	22E	35	SENW	6,938	11-14-08
UTU-037167	43-047-40270	Natural Buttes Unit 714-35E		108	22E	35	NENE	6,902	7-14-08
UTU-037167	43-047-40269	Natural Buttes Unit 715-35E	1957 FNL - 1881 FEL	108	22E	35	SWNE	6,933	7-24-08
UTU-0577-A	43-047-50262	Natural Buttes Unit 716-26E	1684 FNL - 1042 FEL	108	22E	35	SENE	6,921	7-24-08
UTU-0577-A	43-047-40264	Natural Buttes Unit 717-26E	660 FNL - 1980 FEL	98	20E	26	NWNE	7,184	1-19-09
JTU-0577-A	43-047-40210	Natural Buttes Unit 718-26E	2084 FNL - 1978 FEL	98	20E	26	SWNE	7,180	7-24-08
JTU-0577-A	43-047-50116	Natural Buttes Unit 719-26E	2009 FNL - 557 FEL	98	20E	26	SENE	7,201	6-26-08
JTU-0577-A	43-047-40265	Natural Buttes Unit 719-26E	2088 FSL - 2171 FEL	98	20E	26	NWSE	7,164	9-11-08
JTU-0577-A	43-047-50115	Natural Buttes Unit 720-26E	1916 FSL - 685 FEL	98	20E	26	NESE	7,175	7-24-08
JTU-0577-A	43-047-40209		624 FSL - 1828 FEL	98	20E	26	SWSE	7,167	9-11-08
JTU-0582	43-047-40209	Natural Buttes Unit 722-26E Natural Buttes Unit 723-35E	676 FSL - 849 FEL	98	20E	26	SESE	7,175	6-26-08
JTU-0582	43-047-40215	Natural Buttes Unit 724-35E	668 FNL - 1985 FEL	98	20E	35	NWNE	7,093	7-2-08
JTU-0582	43-047-40214		758 FNL 781 FEL	9S	20E	35	NENE	7,097	7-2-08
JTU-0582	43-047-40214	Natural Buttes Unit 725-35E	1884 FNL - 2179 FEL	98	20E	35	SWNE	7,074	6-26-08
JTU-460	43-047-50274	Natural Buttes Unit 726-35E	1966 FNL - 515 FEL	98	20E	35	SENE	7,084	6-26-08
JTU-460	43-047-50274	Natural Buttes Unit 727-35E	2049 FSL - 1745 FEL	98	20E	35	NWSE	7,031	1-29-09
77-400	143-047-40458	Natural Buttes Unit 728-35E	852 FSL - 1937 FEL	98	20E	35	SWSE	7,017	12-19-08

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Lease	API#	Well Name	<u>Footages</u>	I	R	Sec.	QQ	PROPOSED TD	APD Sub'd
UTU-460	43-047-40213	Natural Buttes Unit 729-35E	554 FSL - 504 FEL	98	20E	35	SESE	7.036	
JTU-0581	43-047-40218	Natural Buttes Unit 737-30E	1948 FSL - 1071 FWL	98	21E	30	NWSW (Lot 3)	6,756	6-26-08
JTU-0581	43-047-50468	Natural Buttes Unit 738-30E	1947 FSL - 2465 FWL	98	21E	30	NESW	6,759	7-2-08
JTU-0581	43-047-40219	Natural Buttes Unit 739-30E	814 FSL - 2147 FWL	98	21E	30	SESW		6-8-09
ITU-0581	43-047-50118	Natural Buttes Unit 740-30E	512 FSL - 780 FWL	98	21E	30		6,750	7-2-08
JTU-0581	43-047-50128	Natural Buttes Unit 741-30E	661 FSL - 1980 FEL	98	21E	30	SWSW (Lot 4)	6,809	9-11-08
TU-0581	43-047-40183	Natural Buttes Unit 742-30E	497 FSL - 618 FEL	9S			SWSE	6,729	9-11-08
TU-01791	43-047-40222	Natural Buttes Unit 756-6E	1840 FSL - 2317 FWI		21E	30	SESE	6,737	6-26-08
TU-0129384	43 047 50238	Natural Buttes Unit 757-26E		108	21E	6	NESW	6,496	7-3-08
TU-0129384	43-047-40239		798 FNL - 850 FEL	10S	21E	26	NENE	6,488	7-14-08
TU-0581	43-047-40217	Natural Buttes Unit 758-27E	749 FNL - 664 FEL	108	21E	27	NENE	5,530	7-14-08
		Natural Buttes Unit 759-29E	1979 FNL - 2034 FWL	98	21E	29	SENW	6,644	7-2-08
TU-01197-A-ST	43-047-50683	Natural Buttes Unit 634-12EX	623 FNL - 672 FEL	108	22E	12	NENE	7.128	8-23-09
IL-3140.5	43-047-50042	Natural Buttes Unit 733-36E	775 FNL - 2134 FEL	98	20E	36	NWNE	7,050	
TU-01480-ST	43-047-50053	Natural Buttes Unit 744-31E	2515 FSL - 2533 FWL	98	21E	31	NESW		4-14-08
IL-22446	43-047-50059	Natural Buttes Unit 749-31E	955 FSL - 489 FEL	9S	21E	31		6,989	6-5-08
IL-3142	43-047-50062	Natural Buttes Unit 750-32E	1091 FNL - 1615 FWL	9S	21E		SESE (LOT 8)	6,901	6-25-08
IL-3142	43-047-50055	Natural Buttes Unit 753-32E	478 FNL - 2066 FEL			32	NENW	6,635	7-2-08
	1:00000	Tradatal Dattos Offit 700-02L	1 4/0 FINE - 2000 FEL	98	21E	32	NWNE	6,562 i	6-5-08

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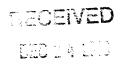
PERMITTED WELL LIST

DIV. C	OF OIL, GAS & MINING	1		1	r - 1	
Well Name	API#	Lease #	QQ	<u>Sec</u>	I	<u>R</u>
Natural Buttes Unit 320-6E	43-047-40224	UTU01791	(Lot 6) NWSW	6	108	21E
Natural Buttes Unit 375-13E	43-047-50029	UTU4485	swsw	13	108	20E
Natural Buttes Unit 377-9E	43-047-40073	UTU01791	NWNW	9	10S	21E
Natural Buttes Unit 425-4E	43-047-39427	UTU01393B	NWSW	4	10S	21E
Natural Buttes Unit 440-1E	43-047-39857	UTU02270A	NWSE	1	10\$	20E
Natural Buttes Unit 441-12E	43-047-39418	UTU02270A	SENE	12	10\$	20E
Natural Buttes Unit 495-31E	43-047-50037	ML22446	(Lot 6) NWSW	31	98	21E
Natural Buttes Unit 498-13E	43-047-37684	UTU4485	NESE	13	108	20E
Natural Buttes Unit 507-7E	43-047-40048	UTU02270A	SESW	7	108	21E
Natural Buttes Unit 515-25E	43-047-50033	UTU6774	NWNE	25	108	20E
Natural Buttes Unit 517-6E	43-047-40223	UTU01791	(Lot 7) SWSW	6	105	21E
Natural Buttes Unit 531-8E	43-047-40050	UTU01791	NESW	8	108	21E
Natural Buttes Unit 532-12E	43-047-35200	UTU02270A	SWNE	12	108	20E
Natural Buttes Unit 606-35E	43-047-39797	UTU010954A	NWNW	35	98	22E
Natural Buttes Unit 607-35E	43-047-39307	UTU010954A	SWNW	35	98	22E
Natural Buttes Unit 609-23E	43-047-39318	UTU01393B	SENE	23	108	22E
Natural Buttes Unit 610-23E	43-047-39317	UTU01393B	NESE	23	105	22E
Natural Buttes Unit 612-23E	43-047-39314	UTU01393B	SWSE	23	108	22E
Natural Buttes Unit 616-5E	43-047-39304	UTU01393B	SWNE	5	108	21E
Natural Buttes Unit 619-4E	43-047-39446	UTU01393B	SESW	4	108	21E
Natural Buttes Unit 620-30E	43-047-39309	ML22793	(Lot 2) SWNW	30	108	21E
Natural Buttes Unit 628-1E	43-047-39311	UTU01198B	SÉSW	1	10S	22E
Natural Buttes Unit 629-1E	43-047-39312	UTU01198B	NWSE	1	108	22E
Natural Buttes Unit 630-1E	43-047-39298	UTU01198B	NESE	1	10S	22E
Natural Buttes Unit 631-1E	43-047-39297	UTU01198B	SESE	1	108	22E
Natural Buttes Unit 649-26E	43-047-39870	UTU472	NWNE	26	108	22E
Natural Buttes Unit 651-26E	43-047-39871	UTU472	SENE	26	108	22E
Natural Buttes Unit 652-6E	43-047-39859	UTU01791	SWSE	6	108	21E
Natural Buttes Unit 656-1E	43-047-39868	UTU01791	NWNE	1	108	20E
Natural Buttes Unit 657-1E	43-047-39856	UTU01791	(Lot 1) NENE	1	105	20E
Natural Buttes Unit 659-1E	43-047-39855	UTU01791	SENE	1	108	20E
Natural Buttes Unit 669-29E	43-047-50030	U01207ST	SWNE	29	98	22E



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Well Name	API#	Lease #	<u>QQ</u>	Sec	I	R
Natural Buttes Unit 673-25E	43-047-50034	UTU6774	SENW	25	10S	20E
Natural Buttes Unit 674-25E	43-047-50035	UTU6774	NENE	25	105	20E
Natural Buttes Unit 679-26E	43-047-40221	UTU4476	SENW	26	108	20E
Natural Buttes Unit 681-26E	43-047-40330	UTU4476	NENE	26	10\$	20E
Natural Buttes Unit 682-9E	43-047-40075	UTU01791	NENW	9	108	21E
Natural Buttes Unit 683-9E	43-047-40072	UTU01791	NESW	9	108	21E
Natural Buttes Unit 730-36E	43-047-50061	ML3140.5	NWNW	36	98	20E
Natural Buttes Unit 731-36E	43-047-50061	ML3140.5	NENW	36	98	20E
Natural Buttes Unit 732-36E	43-047-50060	ML3140.5	SWNW	36	98	20E
Natural Buttes Unit 734-36E	43-047-50065	ML3140.5	NENE	36	98	20E
Natural Buttes Unit 735-36E	43-047-50039	ML3140.5	SWNE	36	9S	20E
Natural Buttes Unit 736-36E	43-047-50063	ML3140.5	SENE	36	9S	20E
Natural Buttes Unit 743-31E	43-047-50040	UTU01480AST	(Lot 3) NWSW	31	98	21E
Natural Buttes Unit 745-31E	43-047-50041	ML224446	Lot 4	31	98	21E
Natural Buttes Unit 746-31E	43-047-50090	UTU01480ST	NWSE	31	98	21E
Natural Buttes Unit 747-31E	43-047-50049	UTU01480ST	NESE	31	98	21E
Natural Buttes Unit 748-31E	43-047-50050	ML22446	(Lot 7) SWSE	31	98	21E
Natural Buttes Unit 751-32E	43-047-50056	ML3412	SWNW	32	98	21E
Natural Buttes Unit 752-32E	43-047-50051	ML3412	SENW	32	98	21E
Natural Buttes Unit 754-32E	43-047-50092	ML3412	SWNE	32	98	21E
Natural Buttes Unit 755-32E	43-047-50054	ML3412	SENE	32	98	21E
Natural Buttes Unit 761-5E	43-047-50108	UTU01393B	NWSE	5	10S	21E



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DIV. OF OIL, GAS & MINING

STATE OF UTAH			FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-4485
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepe igged wells, or to drill horizontal laterals.	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 375-13E
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047500290000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 377	PHONE NUMBER: 9 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 13	IP, RANGE, MERIDIAN: 3 Township: 10.0S Range: 20.0E Meridian	n: S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME
4/6/2010	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinent details including dates, depths, v	olumes, etc.
Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you. Approved by the Utah Division of Oil, Gas and Mining			
		D	ate: April 13, 2010
		В	y: Balyll
			4-5
NAME (PLEASE PRINT)	PHONE NUMBE	R TITLE	
Danielle Piernot	720 929-6156	Regulatory Analyst	
SIGNATURE N/A		DATE 4/5/2010	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047500290000

API: 43047500290000 Well Name: NBU 375-13E

Location: 0660 FSL 0660 FWL QTR SWSW SEC 13 TWNP 100S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 4/6/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

informati	tion as submitted	in the previous	ly approved application ome items related to the	to drill, rer	nains valid and does	not
	ated on private la ed? 🕡 Yes 📵		ership changed, if so, h	as the surfa	ace agreement been	
	any wells been dr requirements for		nity of the proposed we	ll which wo	uld affect the spacin	g or
	nere been any uni s proposed well?		ments put in place that o	could affec	t the permitting or o	operatio
	there been any ch the proposed loc		cess route including ov	vnership, or	rightof- way, which	could
• Has th	ne approved sour	ce of water for d	Irilling changed? 🔵 🕦	res 📵 No		
			to the surface location sed at the onsite evalua			ire a
• Is bor	nding still in place	, which covers t	this proposed well? 🌘	Yes 🗍	Approved by the No Utah Division of Oil, Gas and Mir	of
nature:	Danielle Piernot	Date:	4/5/2010			
Title:	Regulatory Analys	Representing:	KERR-MCGEE OIL & GAS	ONSHOR PA	te: April 13, 201	0
	2 , ,			,	11111200 1	

Sig

Sundry Number: 14089 API Well Number: 43047500290000

	STATE OF UTAH		FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-4485	
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen exisugged wells, or to drill horizontal laterals. Use a		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 375-13E	
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047500290000	
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	PHONE Notes, Suite 600, Denver, CO, 80217 3779	NUMBER: 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL			COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 13	IP, RANGE, MERIDIAN: 3 Township: 10.0S Range: 20.0E Meridian: S		STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	NATURE OF NOTICE, REPORT	, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
Kerr-McGee Oil & G extension to this A	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION MPLETED OPERATIONS. Clearly show all pertine as Onshore, L.P. (Kerr-McGee) report the maximum time allowed with any questions and/or committed.	espectfully requests and ed. Please contact the nents. Thank you.	NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Volumes, etc.	
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE		
Gina Becker SIGNATURE	720 929-6086	Regulatory Analyst II DATE		
N/A		4/5/2011		

Sundry Number: 14089 API Well Number: 43047500290000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047500290000

API: 43047500290000 **Well Name:** NBU 375-13E

Location: 0660 FSL 0660 FWL QTR SWSW SEC 13 TWNP 100S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 4/6/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

	ated on private land, has the ed? 🔵 Yes 📵 No	e ownership changed, if so, has the su	rface agreement been
	any wells been drilled in the requirements for this locati	e vicinity of the proposed well which wion? () Yes (a) No	ould affect the spacing or
	here been any unit or other s s proposed well? Yes (agreements put in place that could aff No	ect the permitting or operation
	there been any changes to t the proposed location?	the access route including ownership, Yes No	or rightof- way, which could
• Has tl	he approved source of water	r for drilling changed? 🔵 Yes 🌘 N	lo
		inges to the surface location or access iscussed at the onsite evaluation?	
• Is bo	nding still in place, which co	vers this proposed well? 🌘 Yes 🔘	No
Signature:	Gina Becker	Date: 4/5/2011	

Title: Regulatory Analyst II Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 13, 2012

Jenn Hawkins Kerr McGee Oil & Gas Onshore, L.P. 1099 18th Street, Suite 1800 Denver, CO 80202

Re:

APDs Rescinded for Kerr McGee Oil & Gas Onshore, L.P.

Uintah County

Dear Ms. Hawkins:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective March 7, 2012.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



```
APINumber
                Well Name
4304750274
                NBU 727-35E
4304737762
                FEDERAL 920-24G
4304750439
                FEDERAL 1022-15L
4304750440
                FEDERAL 1022-15K
4304750441
                FEDERAL 1021-25I
4304750442
                FEDERAL 1021-25M
4304750443
                FEDERAL 1021-25N
4304738796
                FEDERAL 1022-27K
4304738980
                BITTER CREEK 1122-3N
4304737763
                FEDERAL 920-24H
4304739156
               NBU 1022-240
4304736573
               NBU 1022-23C
4304751040
               NBU 920-22L4CS
4304751041
               NBU 920-22M1BS
               NBU 920-22M4BS
4304751042
4304751051
               NBU 920-23L2DS
4304751052
               NBU 920-23L4BS
4304738921
               NBU 1022-8B-4T
4304739253
               NBU 921-15L
4304738159
               NBU 1022-20B
               NBU 1022-28I
4304738169
4304750464
               NBU 922-33N4S
4304750465
               NBU 922-3304S
4304750466
               NBU 922-33P2S
4304750467
               NBU 922-33P3S
4304738820
               LOVE 1121-18B
4304740189
               NBU 922-35IT
4304738491
               NBU 1022-5H-4
4304750093
               NBU 1022-34F
4304750094
               NBU 1022-35M
4304750095
               NBU 1022-34E
4304750097
               FEDERAL 1022-27M
4304750067
               NBU 921-16F3S
4304750068
               NBU 921-16E4S
4304737103
               FEDERAL 1022-29C
4304750127
               NBU 420-29E
4304739527
               NBU 1021-20F
4304739528
               NBU 1021-20E
4304739530
               NBU 1021-20B
4304738741
               LOVE 1121-7P
4304738742
               LOVE 1121-7L
4304738744
               LOVE 1121-7F
4304738745
               LOVE 1121-7D
4304738747
               LOVE 1121-8P
4304738750
               LOVE 1121-8F
4304738754
               LOVE 1121-15L
4304738755
               LOVE 1121-15N
4304739525
               NBU 1021-20H
4304738795
               NBU 1022-270
4304738807
               NBU 1022-34D
4304738920
               NBU 1022-4E-3
4304737547
               NBU 1022-17P
4304751050
               NBU 920-23L1BS
4304737907
               NBU 1021-3L
```

NBU 1021-3D

4304737908

4304737909	NBU 1021-3H
4304737917	NBU 1021-25E
4304737911	NBU 1021-24C
4304750029	NBU 375-13E
4304750033	NBU 515-25E
4304750034	NBU 673-25E
4304750035	NBU 674-25E
4304737963	NBU 1021-3G
4304737965	NBU 1021-5D
4304737684	NBU 498-13E



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Green River District Vernal Field Office 170 South 500 East Vernal, UT 84078

JAN 24 2014



http://www.blm.gov/ut/st/en/fo/vernal.html

IN REPLY REFER TO: 3160 (UTG011)

Andy Lytle Kerr McGee Oil & Gas Onshore LP 1099 18th Street, Suite 600 Denver, CO 80202

43 047 50029

Re: Notice of Expiration

Well No. NBU 375-13E

SWSW, Sec. 13, T10S, R20E

Uintah County, Utah Lease No. UTU-4485 Natural Buttes Unit RECEIVED

FEB 1 4 2014

DIV. OF OIL, GAS & MINING

Dear Andy:

The Application for Permit to Drill (APD) for the above-referenced well was approved on April 27, 2009. A two (2) year extension of the original APD was requested. The request was reviewed and the extension approved until March 31, 2013. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

Jerry Kenczka Assistant Field Manager Lands & Mineral Resources

CC:

UDOGM

bcc:

Well File I&E Asst.